

## **TERM OF CONTRACT**

This contract shall commence on the first calendar day of the month succeeding approval of the contract by the Board of County Commissioners, or designee, unless otherwise stipulated in the Notice of Award Letter distributed by the County's Department of Procurement Services; and contingent upon the completion and submittal of all required pre-award documents. The initial contract term shall remain in effect for twelve (12) months, and then the contract will remain in effect until completion of the expressed and/or implied warranty period. The contract prices resultant from this solicitation shall prevail for the full duration of the initial contract term unless otherwise indicated elsewhere in this document.

## **OPTION TO RENEW**

Prior to, or upon completion, of the initial term of this contract, the County shall have the option to renew this contract for an additional four (4) one (1) year period(s). Prior to completion of each exercised contract term, the County may consider an adjustment to price based on changes in the following pricing index: Consumer Price Index (CPI). It is the vendor's responsibility to request in writing any pricing adjustment under this provision. For any adjustment to commence on the first day of any exercised option period, the vendor's written request for adjustment shall be submitted prior to expiration of the then current contract term. The vendor adjustment request must clearly substantiate the requested increase. The written request for adjustment should not be in excess of the relevant pricing index change. If no adjustment request is received from the vendor, the County will assume that the vendor has agreed that the optional term may be exercised without pricing adjustment. Any adjustment request received after the commencement of a new option period shall not be considered.

The County reserves the right to reject any written price adjustments submitted by the vendor and/or to not exercise any otherwise available option period based on such price adjustments. Continuation of the contract beyond the initial period, and any option subsequently exercised, is a County prerogative, and not a right of the vendor. This prerogative will be exercised only when such continuation is clearly in the best interest of the County.

## **PRICE RE-DETERMINATION**

If awarded a contract, you may petition the Procurement Services Director for price re-determination within forty-five (45) days of the expiration of each term of the contract. Any price re-determination will be solely based upon changes as documented by the Producer Price Index (PPI) for the appropriate commodity for the Southeast Regions as published by the U.S. Department of Commerce during the past 12-month period <http://www.bls.gov/ppi/liome.htm>). Any price re-determination will include all items awarded. If you and the County cannot agree on any price re-determination, then the contract will expire without prejudice thirty (30) days after the impasse is reached.